# Service Credit Purchase for Injury

**Initial Consideration Follow Up** 

WASHINGTON STATE
Law Enforcement Officers' and Fire Fighters'
Plan 2 Retirement Board

October 26, 2005

#### **Current Provisions**

#### LEOFF Plan 2

- Leave of absence due to injury on the job
- Receiving disability leave supplement
- Purchase up to 6 months service credit per incident

#### **Current Provisions**

- Member pays member contribution, employer pays employer contribution, state pays state contribution
- Cost based on compensation that would have been earned
- Purchased time includable in FAS
- Service beyond 6 months limit may be purchased through authorized leave of absence

## Comparison Systems

- Three ways of treating temporary disability
  - Allows service credit purchase
  - Pays benefits
  - Provides no benefits
- Seven of twelve systems allow service credit purchase
  - Amount varies from one year to no limit

#### Key Issues

Limited purchase period (6 mo) in LEOFF
 Plan 2

- Must receive leave supplement to qualify
  - Not all employers required to provide leave supplement

PERS Policy change in 2005

## **Policy Option**

Adopt policy from Senate Bill 5522 (2005)

Purchase up to 24 consecutive months

Must be receiving Title 51 RCW benefits

## **Policy Option**

Creates consistency with new PERS policy

Eliminates potential problem with eligibility requirement

Allows the purchase of longer period of service

# Questions?